

## Summary of the Consolidated Financial Results for the First Quarter Ended June 30, 2018

## ① Financial statements

## 1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR	FIRST QUARTER
	2018/3	2018/6
Cash and deposits	18,202	18,861
Notes and accounts receivable-trade	12,782	12,138
Securities	266	256
Merchandise and finished goods	2,413	2,519
Work in process	1,820	1,867
Raw materials and supplies	2,458	2,405
Other	449	493
Allowance for doubtful accounts	△ 364	△ 132
<b>Current assets</b>	<b>38,029</b>	<b>38,409</b>
Buildings and structures, net	8,122	8,114
Machinery, equipment and vehicles, net	5,434	5,181
Land	5,061	5,034
Other, net	1,300	1,261
<b>Property, plant and equipment</b>	<b>19,919</b>	<b>19,592</b>
<b>Intangible assets</b>	<b>107</b>	<b>102</b>
Investment securities	14,236	13,525
Other	3,075	3,382
Allowance for doubtful accounts	△ 690	△ 658
<b>Investments and other assets</b>	<b>16,621</b>	<b>16,250</b>
<b>Non-current assets</b>	<b>36,648</b>	<b>35,944</b>
<b>Assets</b>	<b>74,678</b>	<b>74,353</b>

## ※Note

- This report contains estimates and forecasts pertaining to the future plans and business results. Such statements are based on information available at the time of the report's production and include potential risks and uncertainties. Actual results may differ from estimates and forecasts contained herein.
- Numbers with "△" indicate negative numbers.

Millions of yen

	FISCAL YEAR	FIRST QUARTER
	2018/3	2018/6
Notes and accounts payable – trade	1,865	2,142
Short-term loans payable	490	473
Income taxes payable	1,087	529
Provision for bonuses	811	1,355
Provision for business structure improvement	14	14
Other	2,151	2,244
<b>Current liabilities</b>	<b>6,421</b>	<b>6,758</b>
Net defined benefit liability	7,801	7,785
Provision for business structure improvement	24	23
Other	723	702
<b>Non-current liabilities</b>	<b>8,548</b>	<b>8,511</b>
<b>Liabilities</b>	<b>14,969</b>	<b>15,270</b>
Capital stock	4,102	4,102
Capital surplus	7,129	7,129
Retained earnings	42,671	43,143
Treasury shares	△ 4	△ 5
<b>Shareholders' equity</b>	<b>53,898</b>	<b>54,369</b>
Valuation difference on available-for-sale securities	3,786	3,497
Revaluation reserve for land	162	160
Foreign currency translation adjustment	589	△ 135
Remeasurements of defined benefit plans	△ 16	△ 11
<b>Total accumulated other comprehensive income</b>	<b>4,522</b>	<b>3,511</b>
Non-controlling interests	1,287	1,202
<b>Net assets</b>	<b>59,708</b>	<b>59,083</b>
<b>Liabilities and net assets</b>	<b>74,678</b>	<b>74,353</b>

2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Millions of yen

	FIRST QUARTER	
	2017/4-6	2018/4-6
Net sales	10,587	10,604
Cost of sales	7,660	7,810
Gross profit	2,926	2,793
Selling expenses	1,316	1,072
General and administrative expenses	814	882
Selling, general and administrative expenses	2,131	1,954
Operating profit	795	838
Interest income	12	13
Dividend income	62	62
Foreign exchange gains	1	10
Share of profit of entities accounted for using equity method	7	8
Miscellaneous income	12	16
Non-operating income	95	111
Interest expenses	1	2
Miscellaneous loss	0	0
Non-operating expenses	2	2
Ordinary profit	887	947
Gain on sales of investment securities	25	—
Extraordinary income	25	—
Profit before income taxes	913	947
Income taxes – current	245	376
Income taxes – deferred	△ 24	△ 207
Income taxes	221	168
Profit	692	779
Profit attributable to non-controlling interests	4	30
Profit attributable to owners of parent	688	748

Consolidated Statements of Comprehensive Income

Millions of yen

	FIRST QUARTER	
	2017/4-6	2018/4-6
Profit	692	779
Other comprehensive income		
Valuation difference on available-for-sale securities	65	△ 289
Revaluation reserve for land	—	△ 2
Foreign currency translation adjustment	△37	△ 485
Remeasurements of defined benefit plans	7	8
Share of other comprehensive income of entities accounted for using equity method	162	△ 288
Other comprehensive income	199	△ 1,057
Comprehensive income	892	△ 278
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	867	△ 201
Comprehensive income attributable to non-controlling interests	24	△ 76

② Financial data

1) Forecast (2018/4-2019/3)

Net sales (Millions of yen)	Operating profit (Millions of yen)	Ordinary profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share [EPS] (Yen)
43,000	2,700	3,350	2,250	40.40

2) Consolidated financial indicator

		FIRST QUARTER		FISCAL YEAR	FORECAST
		2017/4-6	2018/4-6	2017/4-2018/3	2018/4-2019/3
		Amount	Amount	Amount	Amount
Operating profit ratio	(%)	7.5	7.9	10.2	6.3
Ordinary profit ratio	(%)	8.4	8.9	11.2	7.8
Return on assets [ROA]	(%)	1.0	1.0	2.2	—
Return on equity [ROE]	(%)	1.2	1.3	2.8	—
Capital expenditures	Millions of yen	444	516	2,295	7,300
Depreciation [Property, plant and equipment]	Millions of yen	733	565	3,111	2,600
Research and development expenses	Millions of yen	438	445	1,802	1,750
Number of employees	Number	2,158	2,184	2,157	—

3) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

Millions of yen

	FIRST QUARTER				FISCAL YEAR		FORECAST	
	2017/4-6		2018/4-6		2017/4-2018/3		2018/4-2019/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor	4,216	39.8	3,923	37.0	19,257	42.4	15,600	36.3
Transportation	2,260	21.4	2,484	23.4	9,300	20.5	9,830	22.9
Machinery	2,363	22.3	2,634	24.8	9,884	21.7	10,450	24.3
Stone and Construction	1,337	12.6	1,204	11.4	5,353	11.8	5,300	12.3
Other	409	3.9	356	3.4	1,662	3.6	1,820	4.2
<b>Net sales</b>	<b>10,587</b>	<b>100.0</b>	<b>10,604</b>	<b>100.0</b>	<b>45,458</b>	<b>100.0</b>	<b>43,000</b>	<b>100.0</b>

Consolidated Net Sales Breakdown by Geographical Region

Millions of yen

	FIRST QUARTER				FISCAL YEAR		FORECAST	
	2017/4-6		2018/4-6		2017/4-2018/3		2018/4-2019/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	4,892	46.2	5,261	49.6	20,480	45.0	21,000	48.8
Taiwan	1,094	10.4	1,032	9.8	4,487	9.9	4,500	10.5
China	1,388	13.1	1,148	10.8	7,668	16.9	3,800	8.8
Other Asia and Oceania	1,462	13.8	1,324	12.5	6,042	13.3	6,700	15.6
Europe	1,006	9.5	1,159	10.9	4,079	9.0	4,200	9.8
Other	743	7.0	678	6.4	2,700	5.9	2,800	6.5
<b>Net sales</b>	<b>10,587</b>	<b>100.0</b>	<b>10,604</b>	<b>100.0</b>	<b>45,458</b>	<b>100.0</b>	<b>43,000</b>	<b>100.0</b>